## **Electronically Recorded**

## **Tarrant County Texas**

Official Public Records

6/30/2010 4:13 PM

D210158246

NOTICE OF COMPIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OF THE FOLLOWING INFORMATION FROM THIS INSTRUMENT BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

## NOTICE OF FORCE MAJEURE EXTENSION OF OIL, GAS AND MINERAL **LEASE**

STATE OF TEXAS

§

KNOW ALL MEN BY THESE PRESENTS:

**COUNTY OF TARRANT** 

WHEREAS, Gregory A. Vaughn, whose address is 356 Couch Road, Lorena, Texas 76655 ("Lessor") executed that certain Oil, Gas and Mineral Lease dated August 18, 2007, which has a Memorandum recorded as D207394224 and D207394225 of the Official Records of Tarrant County, Texas, covering lands more specifically described therein (the "Lease"); and,

WHEREAS, during the primary term of said Lease, Chesapeake Exploration, L.L.C., has declared and invoked its rights to Force Majeure until further notice as evidenced by the letter dated June 4, 2010 attached hereto as Exhibit 1.

WHEREAS, TOTAL E&P USA, INC., whose address is 1201 Louisiana Street, Suite 1800, Houston, Texas, 77,002, acquired an undivided 25% of Chesapeake's working interest in the aforementioned Lease.

The terms and provisions hereof shall be binding upon the parties hereto, their respective heirs, legatees, devisees, personal representatives, successors and assigns.

IN WITNESS WHEREOF, this instrument is hereby made effective as of the 4th day of June 2010, regardless of the actual date of execution and acknowledgment by any or all of the parties constituting the Lessor herein.

CHESAPEAKE EXPLORATION, L.L.C.,

an Oklahoma limited liability company

By:

David Brannen

Land Manager - Barnett Shale

STATE OF OKLAHOMA

§

COUNTY OF OKLAHOMA

This instrument was acknowledged before me on this 29th day of June, 2010, by David Brannen, Land Manager - Barnett Shale of Chesapeake Exploration, L.L.C. on

behalf of said limited liability company.

Sue Ann Henthorn, Notary Public

My Commission Expires: 8/13/2013

Commission Number: 01014068



**EXHIBIT** 1

Jenae Whatley Associate Landman

June 4, 2010

## **VIA OVERNIGHT MAIL**

Gregory A. Vaughn 356 Couch Road Lorena, TX 76655

Re:

BC Associates 1H - Notice of Force Majeure

City of Euless, Tarrant County, Texas

Dear Mr. Vaughn:

As you are aware, you executed two Paid-Up Oil and Gas Leases with Chesapeake Exploration, L.L.C., ("Chesapeake") an Oklahoma limited liability company, on August 18, 2007, the Memorandums of which were filed in the public records of Tarrant County, Texas as Document numbers 207394224 and 207394225, covering approximately 12.92 mineral acres (the "Lease").

Chesapeake has been working diligently to include your Lease in a proposed drilling unit called the B.C. Associates Unit. The proposed surface location for the BC Associates Unit is the Bear Creek drill site location; located at the intersection of Mid-Cities Boulevard and Highway 360. This Bear Creek drill site is the only location available in Euless to develop your lease. Beginning January 2010, Chesapeake has expended great effort to plan and permit this well, including detailed surveying work, leasing efforts targeting additional acreage that may be necessary to facilitate mineral development, obtaining a drilling permit from the Railroad Commission of Texas, and evaluation of any additional permitting requirements. Despite months of effort, the City of Euless has delayed the consideration of Chesapeake's application for a gas well pad site permit and a gas well operations permit until at least June 22, 2010 for the BC Associates 1H well.

Because Chesapeake has been unable to secure the necessary oil and gas well permits from the City, Chesapeake hereby declares and invokes force majeure under the terms of the Lease. Specifically, the Lease contemplates delays due to municipal permitting and extends the primary term of the lease while the City's concerns are being resolved.

Chesapeake regrets the delay initiated by the City and is taking all prudent steps to obtain the referenced permit.

Chesapeake Energy Corporation
100 Energy Way • Fort Worth, TX • 76102
817.502.5665 • fax 817.945.5665 • jenae.whatley@chk.com

Mr. Gregory A. Vaughn June 4, 2010 Page 2 of 2

Please contact the undersigned with any questions about Chesapeake's declaration of force majeure.

Sincerely,

Chesapeake Exploration, L.L.C.

Jenae Whatley

Chesapeake Energy Corporation
100 Energy Way • Fort Worth, TX • 76102
817.502.5665 • fax 817.945.5665 • jenae.whatley@chk.com